

# **Economic impact of pandemic influenza in the U.S.: Implications for setting priorities**

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# Additional Information

- ▶ **End of lecture get information on:**
- ▶ **Additional data sources**
- ▶ **How to obtain free software to aid public health officials plan and prepare for next 'flu pandemic**

# The modeling problem

- ▶ **Influenza pandemics in 20th Century**
  - ▶ 1918, 1957, 1968
  - ▶ Massive and notable impacts
- ▶ **Experts predict another pandemic**
  - ▶ cannot reliably predict when
  - ▶ cannot reliably predict how, who, where
- ▶ **Plan for next pandemic**
  - ▶ need numbers

# Objectives

- ▶ **Estimate number of health outcomes**
- ▶ **\$ estimate of health outcomes**
- ▶ **NPV of possible vaccination interventions**
- ▶ **Different criteria to set priorities**
- ▶ **"Insurance premiums" for the 3 P's**
- ▶ **Economics of various vaccine distributions**



# The model

- ▶ **Monte Carlo simulation, outcome rates (x4)**
- ▶ **3 age groups - 0-19 yrs, 20-64 yrs, 65+ yrs**
  - ▶ 2 age distributions of cases
- ▶ **Two risk groups - "high risk" & "non"**
- ▶ **Societal perspective**
- ▶ **Gross attack rates: 15% - 35%, by %5**

# Data sources

- ▶ **Outcome rates - variety of sources (epidemics)**
  - ▶ **problem: differing denominators**
  - ▶ **problem: different attack rates**
  - ▶ **solution: "convert" to rates per 1,000 sick**
- ▶ **Cost of health outcomes - Medstat, others**
- ▶ **Cost of vaccination - \$21 or \$62 per person**

## Some health outcome rates

<u>Rates per 1,000 population</u>			
<b>Deaths</b>	<b>Lower</b>	<b>"Most likely"</b>	<b>Upper</b>
<i>Non-high risk</i>			
0-19 yrs	0.014	0.024	0.125
20-64 yrs	0.025	0.037	0.09
65 + yrs	0.28	0.42	0.54
<i>High risk</i>			
0-19 yrs	0.126	0.22	7.65
20-64 yrs	0.1		5.72
65 + yrs	2.76		5.63

# Hospitalization costs (\$ 1995)

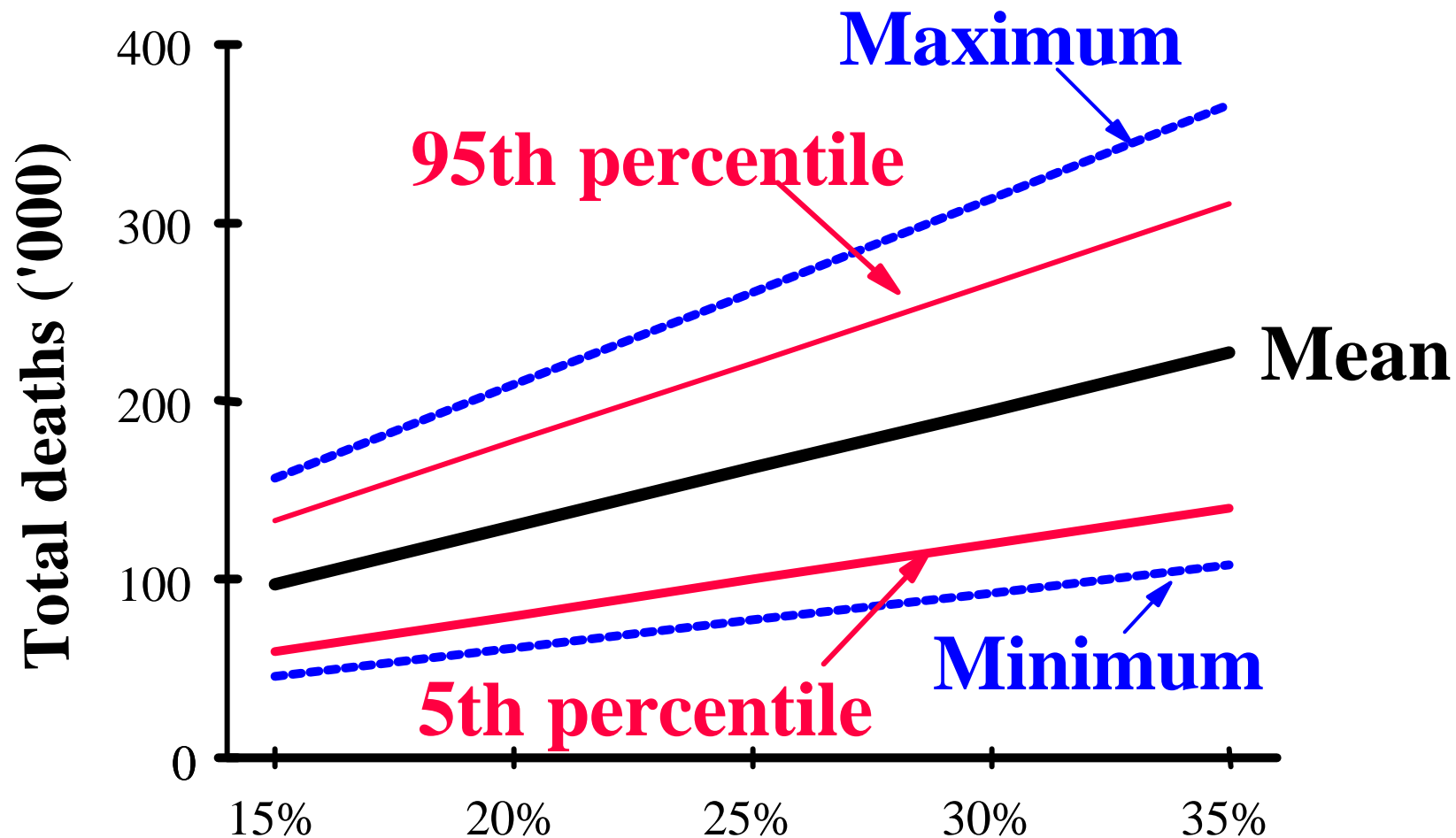
Variable	Age group		
	0-19 yrs	20-64 yrs	65+ yrs
Hospital*	\$2,936 $\pm 2,099$	\$6,016 $\pm 2,086$	\$6,856 $\pm 3,200$
Outpatient	\$74	\$94	\$102
Co-pay	\$5	\$5	\$5
Drugs	\$26	\$42	\$41
Days lost	5 $\pm$ 3	8 $\pm$ 5	10 $\pm$ 5
<b>Total (\$)</b>	<b>3,366</b>	<b>6,842</b>	<b>7,653</b>

\* Hospital costs adjusted using 0.53 cost-to-charge ratio





## Estimated deaths due to 'flu pandemic (U.S.)



National, 1-year gross attack rate

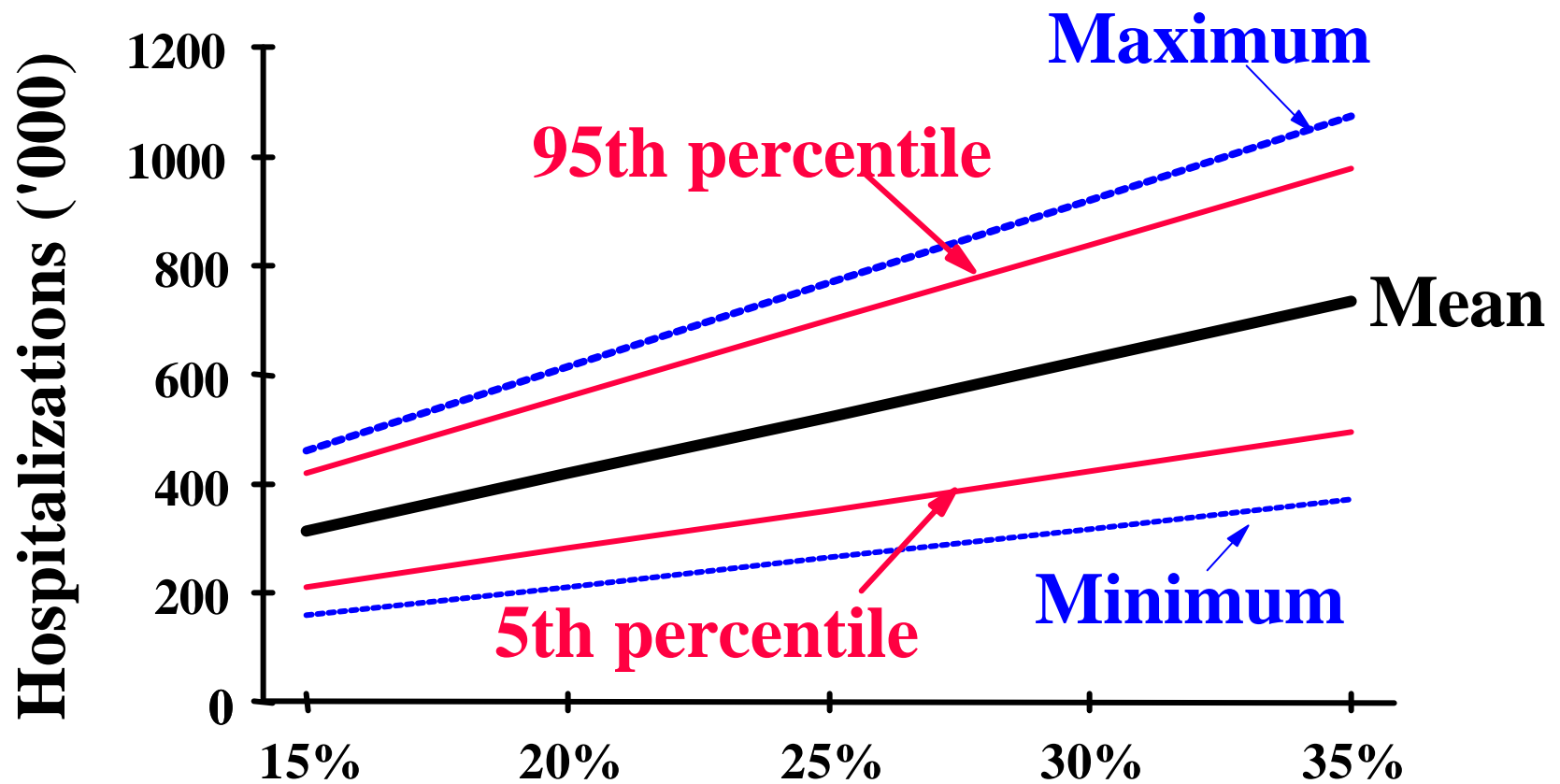
## % distribution of death by age & risk group

	<u>Mean</u>	<u>% High risk</u>
<b>0-19 yrs</b>	<b>19.2</b>	<b>8.2</b>
<b>20-64 yrs</b>	<b>43.6</b>	<b>37.5</b>
<b>65 + yrs</b>	<b><u>37.2</u></b>	<b><u>31.1</u></b>
<b>Total</b>	<b>100.0</b>	<b>76.8</b>

High risk = 15% - 25% of U.S. population



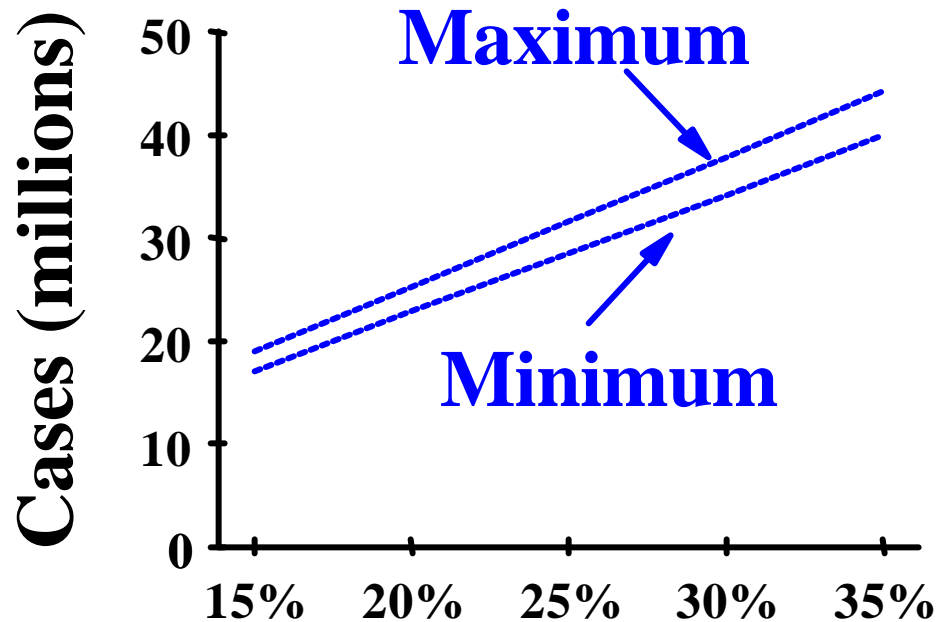
## Estimated hospitalizations due to 'flu pandemic



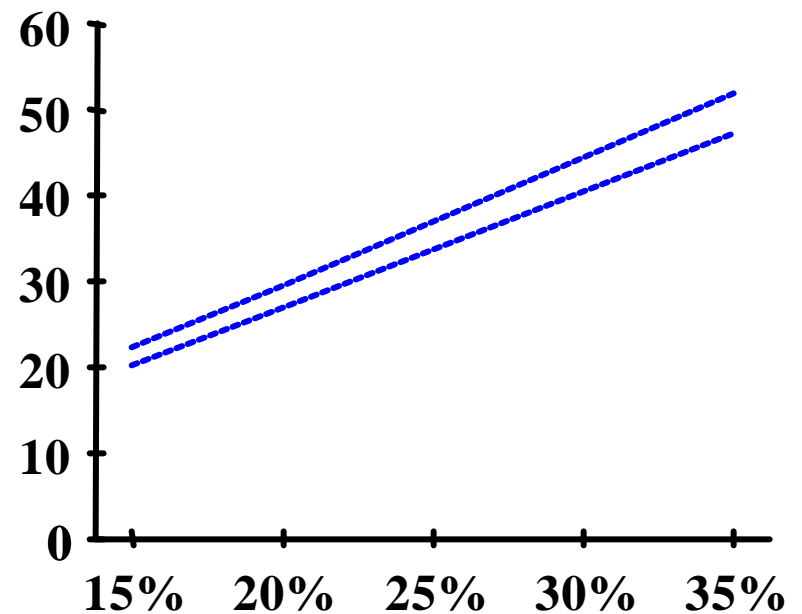
National, 1-year gross attack rate

# Number of outpatients and ill, self care

## Outpatients



## Ill, self care



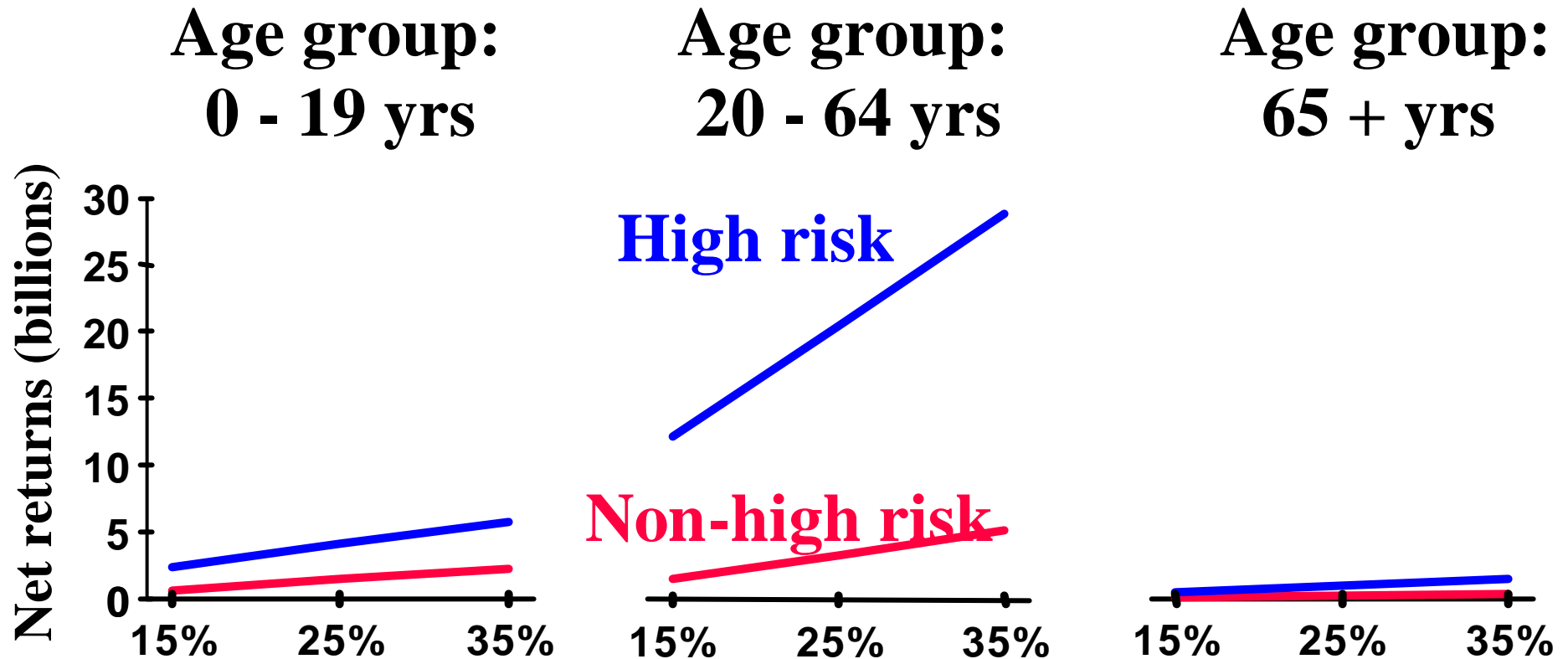
National, 1-year gross attack rate

# Total costs: 'Flu pandemic in U.S.

	Gross attack rate	
	15%	35%
	(US\$ millions)	
<b>Death</b>		
<b>Mean</b>	<b>59,288</b>	<b>138,340</b>
5th percent	23,800	55,532
95th percent	94,907	221,451
<b>Grand Totals</b>		
<b>Mean</b>	<b>71,346</b>	<b>166,474</b>
5th percent	35,405	82,611
95th percent	106,988	249,638

# Net returns to vaccination: Age & risk group

\$21/vaccinee; 40% compliance



Gross attack rate for entire U.S. population

# Policy implications: Who to vaccinate first

## Criteria for prioritization

<u>Priority</u>	<u>Risk of death</u>	<u>\$ to vaccination</u>
1 (top)	H.R. 65+ yrs	H.R. 20-64 yrs
2	non-H.R. 65+ yrs	H.R. 0-19 yrs
3	H.R. 0-19 yrs	non-H.R. 20-64 yrs
4	H.R. 20-64 yrs	non-H.R. 0-19 yrs
5	non-H.R. 20-64 yrs	H.R. 65+ yrs
6	non-H.R. 0-19 yrs	non-H.R. 65+ yrs

**H.R. = high risk**



# Conclusions

- ▶ **Pandemic - cause considerable impact**
- ▶ **Great deal of uncertainty**
  - ▶ **Who, what, when**
- ▶ **"High risk" - disproportionate burden**
- ▶ **Possible that  $\geq 50\%$  of deaths in  $< 65$  yrs**
- ▶ **Greatest economic burden due to death**
- ▶ **Therefore - intervene to save lives**



# Conclusions

- ▶ **Most scenarios +ve \$ to vaccination,**
  - ▶ **BUT, some scenarios had -ve 5th**
- ▶ **Priorities for vaccination - criteria?**
- ▶ **Annual premiums - a definite must**
  - ▶ **Pay for the 3 P's**
  - ▶ **Exact uses of such funds to be debated**

# The most ignored aspect

- ▶ **Probability of event occurring**
  - ▶ e.g: 100 year hurricane
- ▶ **Events of different size = different probabilities**
- ▶ **Small events >> large events**
  - ▶ **Impact how much you pay to prepare**

# Additional information

- ▶ **Paper: Meltzer et al. Emerg Infect Dis, 1999;5:659-671.**
- ▶ **Free copy:**  
**<http://www.cdc.gov/ncidod/eid/vol5no5/meltzer.htm>**
- ▶ **Additional information**  
**<http://www.cdc.gov/od/nvpo/pandemics/>**
- ▶ **Free software (next slide)**

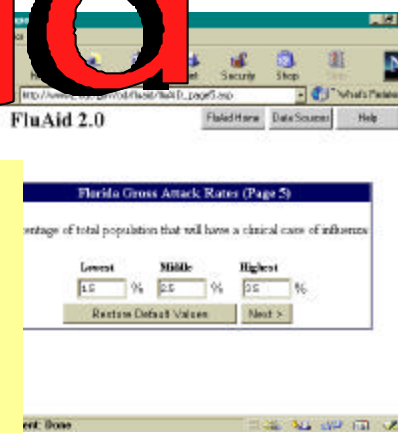
# Additional Resources: Free Software!

Helping state and local public  
health officials prepare for the  
next influenza pandemic

# FluAid



**Martin Meltzer**  
**Heidi Shoemake**  
**Margaret Kownaski**  
**Russ Crosby**  
**Dave Smith**



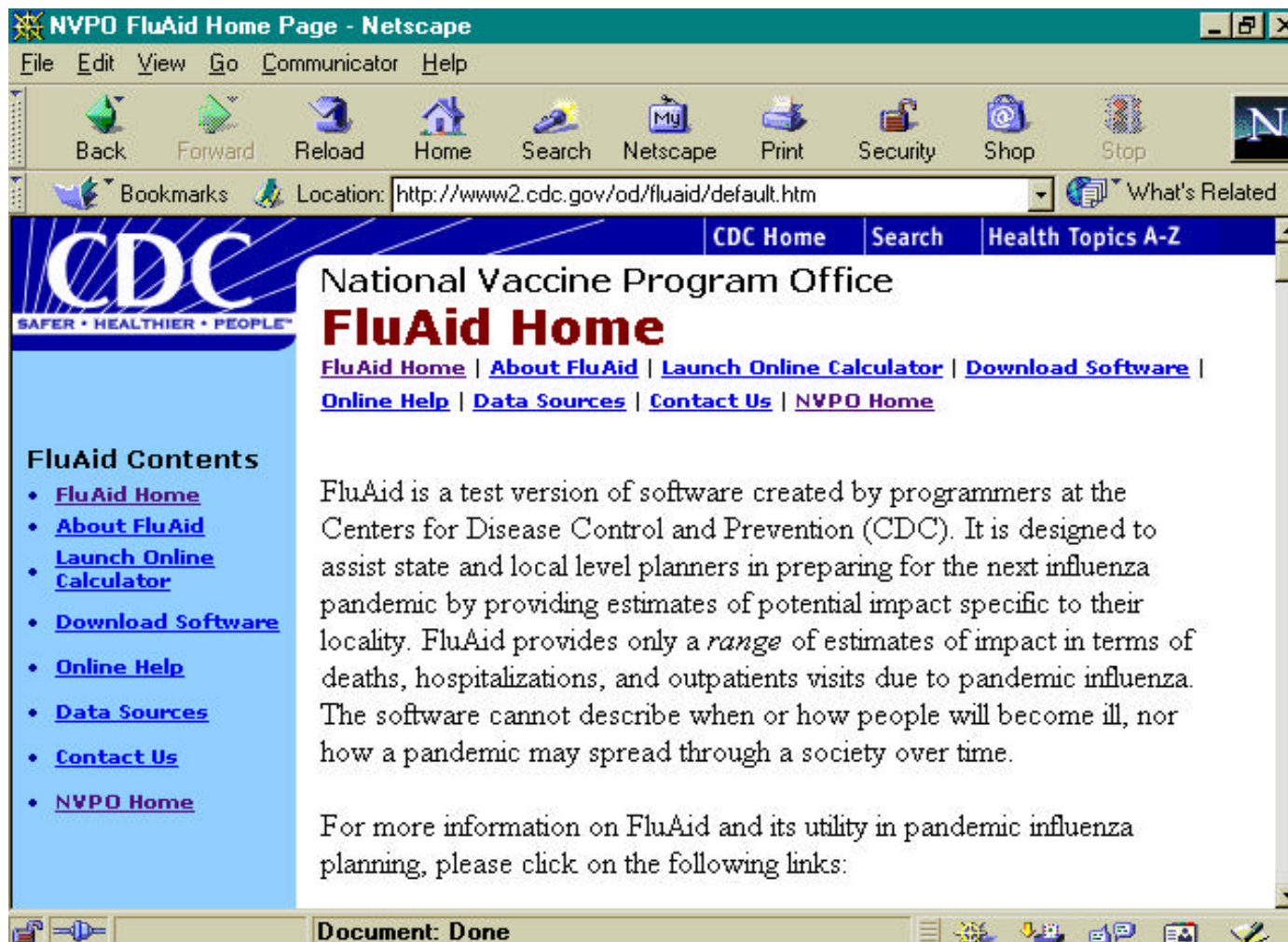
# Resource: FluAid 2.0

Software for estimating impact

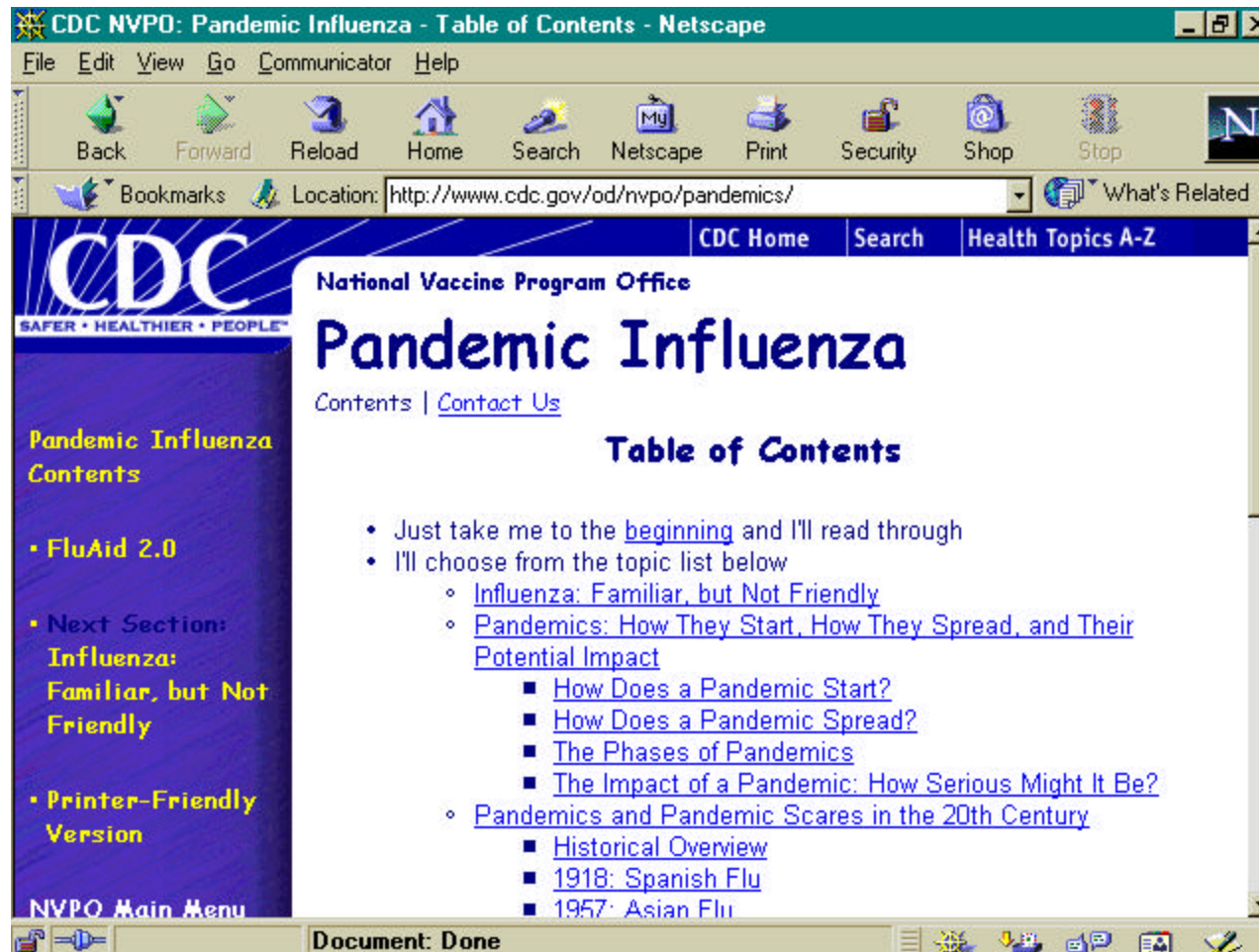
- ▶ **Goal: State-level estimates of impact**
  - ▶ **suitable for planning**
- ▶ **Goal: Easy to use - interactive**
- ▶ **Goal: Can run different scenarios**



# How access?



# FluAid URL



**www.cdc.gov/od/nvpo/pandemics**  
**Click on: FluAid 2.0**





# Choice 1:

## Online calculator

NVPO FluAid Page1 - Netscape

File Edit View Go Communicator Help

Back Forward Reload Home Search Netscape Print Security Shop Stop

Bookmarks Location: [http://www2.cdc.gov/od/fluaid/fluaid\\_page1.asp](http://www2.cdc.gov/od/fluaid/fluaid_page1.asp) What's Related

**CDC**  
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**FluAid 2.0** [FluAid Home](#) [Data Sources](#) [Help](#)

**Population Numbers By Age Group (Page 1)**

1. Enter State: (Select a State) ▼

**Population of state by age group**

	0-18 yrs	19-64 yrs	65+ yrs	Total
2. Numbers:	<input type="text" value="0"/>	<input type="text" value="0"/>	<input type="text" value="0"/>	<input type="text" value="0"/>

**High risk percentages by age group**

	0-18 yrs	19-64 yrs	65+ yrs	Weighted Average
3. Percentages (in %):	<input type="text" value="6.4"/>	<input type="text" value="14.4"/>	<input type="text" value="40.0"/>	<input type="text"/>

Document: Done



# Choice 2:

## Download

